

2 February 2011

Kerrie Papamihail
Assistant Manager, Listings (Perth)
Australian Securities Exchange
Level 8, Exchange Plaza
2 The Esplanade
PERTH WA 6000

By Email: Kerrie.papamihail@asx.com.au

Dear Ms Papamihail

Australia Minerals and Mining Group Limited (“AMMG” or the “Company”) ASX Query

We confirm receipt of your letter of today’s date regarding Price and Volume query.

As requested, we set out below the Company’s response to your queries (numbering follows your letter):

- 1. Is the Company aware of any information concerning it that has not been announced which, if known, could be an explanation for recent trading in the securities of the Company?***

AMMG is not aware of any information concerning it that has not been announced and which, if known, could be an explanation for recent trading in the securities of the Company.

- 2. If the answer to question 1 is “yes”, can an announcement be made immediately? If not, why not and when is it expected that an announcement will be made?***

Not applicable.

- 3. Is there any other explanation that the Company may have for the price and volume change in the securities of the Company?***

The Company would like to draw attention to the announcement on 31st January 2011 “Quarterly Activities Report”. It is plausible that the movement in the Company’s share price may have been due to this announcement, which amongst other things, discussed

- the granting of the Meckering Kaolin tenement with a combined 65Mt JORC resource,
- the expected announcement this coming quarter of a maiden JORC resource at the Lake McLeod gypsum project,
- the foreshadowed announcement of a possible joint venture on one of the iron ore/base metals projects in the South West Yilgarn Iron portfolio,
- the foreshadowed announcement of a possible joint venture amalgamation on the iron ore project in the Constance Range Project,
- the upcoming China Marketing Visit scheduled for late February and
- the newly appointed inaugural Managing Director.

- 4. Please confirm that the Company is in compliance with the listing rules and, in particular, listing rule 3.1.***

The Company is in compliance with the listing rules. The Company is aware of its obligations under listing rule 3.1 and was in compliance therewith.

We trust the above provides a satisfactory response to your queries. Please contact the undersigned should you require any further details.

Yours sincerely

Piers Lewis
Company Secretary